

Press Release

R K D Infrastructure Private Limited

April 10, 2023



Rating Downgraded, Reaffirmed and Issuer not co-operating

Product	Quantum (Rs. Cr)	Long Term Rating	Short Term Rating
Bank Loan Ratings	7.50	ACUITE BB- Downgraded Issuer not co-operating*	-
Bank Loan Ratings	38.50	-	ACUITE A4+ Reaffirmed Issuer not co-operating*
Total Outstanding Quantum (Rs. Cr)	46.00	-	-

Rating Rationale

Acuite has downgraded the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) to '**ACUITE BB-**' (read as **ACUITE double B minus**) and has reaffirmed the short-term rating of '**ACUITE A4+**' (read as **ACUITE A four plus**) on the Rs.46 Cr bank facilities of R K D Infrastructure Private Limited (RKIDPL). The rating is flagged as "Issuer Not-Cooperating" based on account of information risk.

About the Company

Established in 2009, R K D Infrastructure Private Limited (RKDIPL) is based in Kolkata and is engaged in the civil construction business. The company is headed by Mr. Ratan Kumar Das, Mr. Tapan Kumar Das, Mr. Rupratim Das and Mrs Ratna Das. It undertakes contracts with Eastern Railway, Rail Vikas Nigam Limited, National Thermal Power Corporation Limited (NTPC) Assam, Rail India Technical and Economic Services (RITES) Limited, to name a few. RKDIPL executes projects for the construction of roads, metro station, bridges for metro & Indian railways and maintenance of railways & metro tracks. It operates in Assam, West Bengal, Odisha and Jharkhand.

Non-cooperation by the issuer/borrower

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before the due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuite's policies.

Limitation regarding information availability

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuite endeavoured to gather information about the entity/industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit ratings is based.

Rating Sensitivities

No information provided by the issuer / available for Acuite to comment upon.

Material Covenants

None

Liquidity Position

No information provided by the issuer / available for Acuite to comment upon.

Outlook

Not Applicable

Other factor affecting rating

Not applicable

Key Financials

Particulars	Unit	FY 21 (Actual)	FY 20 (Actual)
Operating Income	Rs. Cr.	52.96	72.53
PAT	Rs. Cr.	0.37	2.88
PAT Margin	(%)	0.71	3.98
Total Debt/Tangible Net Worth	Times	0.52	0.43
PBDIT/Interest	Times	2.24	6.29

Status of non-cooperation with previous CRA

None

Any other information

Not Applicable

Applicable Criteria

- Application Of Financial Ratios And Adjustments: <https://www.acuite.in/view-rating-criteria-53.htm>
- Default Recognition: <https://www.acuite.in/view-rating-criteria-52.htm>
- Infrastructure Sector: <https://www.acuite.in/view-rating-criteria-51.htm>

Note on Complexity Levels of the Rated Instrument

In order to inform the investors about complexity of instruments, Acuite has categorized such instruments in three levels: Simple, Complex and Highly Complex. Acuite's categorisation of the instruments across the three categories is based on factors like variability of the returns to the investors, uncertainty in cash flow patterns, number of counterparties and general understanding of the instrument by the market. It has to be understood that complexity is different from credit risk and even an instrument categorized as 'Simple' can carry high levels of risk. For more details, please refer Rating Criteria "Complexity Level Of Financial Instruments" on www.acuite.in.

Rating History

Date	Name of Instruments/Facilities	Term	Amount (Rs. Cr)	Rating/Outlook
06 Jun 2022	Bank Guarantee	Short Term	34.00	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	2.25	ACUITE A4+ (Reaffirmed)
	Proposed Cash Credit	Long Term	1.50	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)

	Cash Credit	Long Term	6.00	ACUITE BB Stable (Downgraded from ACUITE BB+ Stable)
	Proposed Bank Guarantee	Short Term	2.25	ACUITE A4+ (Reaffirmed)
15 Mar 2021	Cash Credit	Long Term	6.00	ACUITE BB+ Stable (Reaffirmed)
	Bank Guarantee	Short Term	34.00	ACUITE A4+ (Reaffirmed)
	Proposed Cash Credit	Long Term	1.50	ACUITE BB+ Stable (Reaffirmed)
	Proposed Bank Facility	Short Term	2.25	ACUITE A4+ (Reaffirmed)
	Letter of Credit	Short Term	2.25	ACUITE A4+ (Reaffirmed)

Annexure - Details of instruments rated

Lender's Name	ISIN	Facilities	Date Of Issuance	Coupon Rate	Maturity Date	Complexity Level	Quantum (Rs. Cr.)	Rating
Punjab National Bank	Not Applicable	Bank Guarantee (BLR)	Not Applicable	Not Applicable	Not Applicable	Simple	34.00	ACUITE A4+ Reaffirmed Issuer not co-operating*
Punjab National Bank	Not Applicable	Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	6.00	ACUITE BB- Downgraded Issuer not co-operating*
Punjab National Bank	Not Applicable	Letter of Credit	Not Applicable	Not Applicable	Not Applicable	Simple	2.25	ACUITE A4+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Bank Guarantee	Not Applicable	Not Applicable	Not Applicable	Simple	2.25	ACUITE A4+ Reaffirmed Issuer not co-operating*
Not Applicable	Not Applicable	Proposed Cash Credit	Not Applicable	Not Applicable	Not Applicable	Simple	1.50	ACUITE BB- Downgraded Issuer not co-operating*

Contacts

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About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.

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